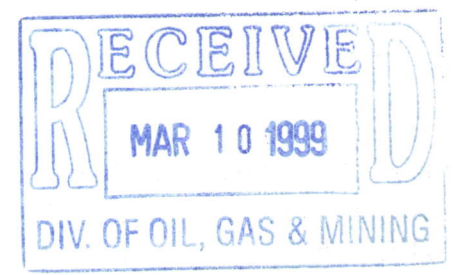


m/039/002



P.O. Box 09 / 55 South State Salina, Utah 84654 Phone (435) 529-7459 Fax (435) 529-7884

March 3, 1999



Utah Division of Oil, Gas and Mining
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Attention: D. Wayne Hedberg, Permit Supervisor
Minerals Regulatory Program

RE: Letter of Credit No. _____
Redmond Clay & Salt Co., Inc.

Dear Mr. Hedberg,

Redmond Clay & Salt Co., Inc. has not signed a Change In Terms form to extend their letter of credit no _____ which matured February 28, 1999. Therefore we feel it necessary to notify you that this letter of credit no _____ terminated on February 28, 1999.

If you require additional information, please feel free to contact me.

Sincerely,

Mike Shaw
Cashier/CFO

MWS/lc
cc.: Redmond Clay & Salt Co., Inc.
File

If you require additional information, please feel free to contact me.
to notify you that this letter of credit no 32-10322-A terminated on February 28, 1999.
letter of credit no 32-10322-A which matured February 28, 1999. Therefore we feel it necessary
Redmond Clay & Salt Co., Inc. has not signed a Change In Terms form to extend their